UNITED STATES DISTRICT COURT WESTERN DISTRICT OF KENTUCKY AT BOWLING GREEN FILED ELECTRONICALLY

CIVIL ACTION NO. 1:19-cv-129-GNS

UNITED STATES OF AMERICA,

PLAINTIFF

VS.

TERRY W. POTEET 910 Poplar Springs Road Brownsville, KY 42210-8911 **DEFENDANT**

COMPLAINT

Plaintiff, the United States of America, by counsel, states as follows for its Complaint:

- 1. This is an action to collect a debt owed to the United States of America through its agency, the United States Department of Agriculture, Farm Service Agency ("FSA").
- 2. Jurisdiction arises under 28 U.S.C. § 1345. Venue is proper in this judicial division, where the subject property is located.
- 3. On January 22, 2008, Defendant **Terry W. Poteet**, and wife who was then living Judy P. Poteet (not a defendant herein), executed and delivered to FSA two Promissory Notes in the principal amounts of \$100,000.00 (Loan 44-01) and \$80,000.00 (Loan 44-02). Copies of the Promissory Notes are attached as **Exhibit A** and incorporated by reference as though set forth fully herein.
- 4. To secure repayment of the Promissory Notes described in paragraph 3,

 Defendant **Terry W. Poteet** and Judy P. Poteet executed and delivered to FSA a Security

 Agreement on January 22, 2008 (the "2008 Security Agreement"). Through the 2008 Security

 Agreement, Defendant **Terry W. Poteet** and Judy P. Poteet granted FSA security interests in

crops; all farm and other equipment; all livestock and all accounts as further defined in the Security Agreement, including increases, replacements, substitutions, etc. (hereinafter the "Collateral"). A copy of the 2008 Security Agreement between the Borrower and FSA is attached as **Exhibit B** and is incorporated by reference as if set forth fully herein.

- 5. To perfect its security interest in the Collateral described in the 2008 Security Agreement, FSA filed a UCC Financing Statement (2008-2294313-94) with the Kentucky Secretary of State on January 17, 2008. Continuation statements were filed on July 31, 2012 and July 19, 2017. Copies of these UCC filings are attached as **Exhibit C**.
- 6. On July 17, 2009, the Defendant **Terry W. Poteet** and Judy P. Poteet executed and delivered to FSA two Promissory Notes: one in the principal amount of \$46,000 plus interest (Loan 44-04) and the other in the principal amount of \$183,519.33, plus interest (Loan 44-06). A copy of the 2009 Promissory Notes are attached as **Exhibit D**. Loan 44-06 consolidated the Promissory Notes executed in 2008 by the Poteets and further described in Paragraph 3 of this Complaint.
- 7. To secure repayment of the Promissory Notes for Loans 44-04 and 44-06,
 Defendant **Terry W. Poteet** and Judy P. Poteet executed and delivered to FSA a Security
 Agreement dated July 17, 2009 ("the 2009 Security Agreement"). Through the 2009 Security
 Agreement, Defendant **Terry W. Poteet** and Judy P. Poteet granted to Plaintiff additional
 security interests in the Collateral, including interests in crops; all farm and other equipment; all
 livestock and all accounts as further defined in the Security Agreement, including increases,
 replacements, substitutions, etc. A copy of the 2009 Security Agreement is attached as **Exhibit**E.

- 8. Plaintiff's 2009 security interests were perfected by the filing of a financing statement (2009-2399384-89) in the Office of the Kentucky Secretary of State on January 17, 2008. An amendment was filed on December 16, 2010 releasing and/or deleting certain enumerated equipment. Continuation statements were filed on May 6, 2014 and May 8, 2019. Copies of these UCC filings are attached as **Exhibit F**.
- 9. **Terry W. Poteet** and Judy P. Poteet were divorced by Decree entered in Edmonson Circuit Court, Division II-Family Court (Case Number 14-CI-11).
- 10. Judy P. Poteet passed away on February 23, 2016. A review of court records does not show that any Probate action has been filed following her death.
- 11. Defendant **Terry W. Poteet** (hereinafter "the Borrower") has failed to make the principal and interest payments due in accordance with the terms and conditions of the Promissory Notes and the 2008 and 2009 Security Agreements, and is in default.
- 12. Pursuant to the terms of the Security Agreements, if the Borrower defaults on the underlying Promissory Notes, then FSA, at its option, may enter onto premises and take possession of the Collateral and exercise any sale or other rights afforded to FSA. Furthermore, by executing the Security Agreements, Borrower agreed to assemble the Collateral and make it available to FSA upon default. The Security Agreements also permit the United States to recover all costs associated with the preservation and protection of the Collateral and to deduct all costs incurred during the collection and disposition of the Collateral from the sale proceeds.
- 13. The Borrower is obligated to pay the United States under the Promissory Notes and the Borrower has defaulted under the terms of the Promissory Notes and Security Agreements by failing to make payments when due.

14. As a result of Borrower's default, FSA has, in accordance with the loan documents, accelerated the loan and declared the entire principal balance, together with all accrued and unpaid interest and all other sums due under the loan documents, to be due and payable. Further, FSA sent notice to the Borrower of the default and acceleration of the loan.

COUNT ONE: MONEY JUDGMENT

- 15. Paragraphs 1 through 14 are incorporated by reference as though set forth fully herein.
- 16. The unpaid principal balance of the Promissory Notes as of August 21, 2019 is as follows:

Fund Code - Loan Number -	Original (Restructured) Closing Date	Loan Term	Unpaid Principal Amount	Date of Last	Annual Installment Amount
Loan Type	Type Original	Interest Rate	Unpaid Int Amount	Payment	Current Total Status
44-04-OL	07-17-2009	7	\$7,492.11	05-31-2018	\$7,211.00
FM	\$46,000.00	2.375%	\$217.92	05-31-2018	\$6,905.00 B
44-06-OL	07-17-2009	15	\$178,290.11	04-03-2017	\$14,551.00
44-06-OL	\$183,519.33	2.250%	\$29,908.63	04-03-2017	\$129,423.90 B
			\$185,782.22		\$21,762.00
		Totals	\$30,126.60		

17. Interest is accruing on the unpaid principal balance at the rate of \$0.4875 per day as to loan 44-04, and \$10.9905 per day as to loan 44-06.

COUNT TWO: ENFORCEMENT AGAINST COLLATERAL

- 18. Paragraphs 1 through 17 are incorporated by reference as though set forth fully herein.
- 19. Due to Borrower's default on the Promissory Notes and Security Agreements, the United States is entitled to all the remedies provided under the Security Agreements, including, without limitation, (a) enforcement of all rights against the Collateral as set forth in Kentucky's

Uniform Commercial Code; (b) requiring the Borrower to assemble and make the Collateral available at a location determined by FSA; (c) selling the Collateral at a private or public sale; and (d) allowing the United States to enter any premises where the Collateral is located to take possession of, take control of, and remove the Collateral. The United States is also entitled to enforce its security interest in the Collateral and sell the Collateral to satisfy any judgment entered in favor of the United States.

- 20. The Collateral subject to FSA's perfected security interest includes all Livestock, produced or used or for commercial purposes, now owned or hereafter acquired by the Borrower, together with all increases, replacements, substitutions, and additions thereto, located in the State of Kentucky, including but not limited to 14 Cattle Beef Breeding Cows 1100 lbs.
- 21. The Collateral subject to FSA's perfected security interest also includes farm and other equipment, used or produced for commercial purposes, now owned or hereafter acquired by the Borrower, together with all replacements, substitutions, additions and accessions thereto, located in the State of Kentucky, including but not limited to:

Item	Quantity	Description	Manufacturer	Size and Type	Condition	Year Manufacture	Serial Number
1	1	Tractor	McCormick	MC100	Good		JJE2021513j
2	1	Loader	Quicke	Q940	Good		7126541
3	1	Mixer Wagon	Jaylor	4425	Good		T-14422756-K
4	1	Tractor	Case IH	MX 120	Poor		JKA0109400
5	1	Trailer	Gooseneck	20'	Good	1994	16GSH6D20RB 047266
6	1	Rotary Mower	Woods	9580	Good		824003
7	1	Disc	Panorama	24'	Good		
8	1	Rake	Vermeer	WRX12	Good		1VRV30215630

							00537
9	1	Utility Vehicle	Kubota	RTV900	Poor		31208
Item	Quantity	Description	Manufacturer	Size and Type	Condition	Year Manufacture	Serial Number
10	1	Trailer	Oklahoma	24'	Good		4Y4GF242WCO 00494
11	1	Loader	Case/IH	L605			CAE0003281

WHEREFORE, Plaintiff, the United States of America, on behalf of the United States

Department of Agriculture, Farm Service Agency, demands:

- a. Judgment against the Borrower/Defendant **Terry W. Poteet** in the principal amount of \$185,782.22 with interest accrued thereon of \$30,126.60 through August 21, 2019. Interest is continuing to accrue as stated herein, until entry of judgment herein and thereafter according to law, plus costs, disbursements, and expenses;
- b. Judgment against the interests of the Defendant **Terry W. Poteet** in the livestock and equipment in the principal amount of \$185,782.22 with interest accrued thereon of \$29,942.95 through August 6, 2019. Interest is continuing to accrue as stated herein, until entry of judgment herein and thereafter according to law, plus costs, disbursements, and expenses;
- c. That the Defendant **Terry W. Poteet** be required to assemble all livestock and equipment, plus any additions, replacements or substitutions and deliver these items to FSA at a time as directed by FSA for the purpose of the sale of said property by FSA pursuant to the terms and conditions of its Security Agreements;
- d. Or, in the alternative, that the United States Marshal be directed to take possession of the livestock or equipment and deliver the same to FSA for the purposes of the sale of said property by FSA;

- e. That all proceeds from the sales be applied in accordance with the orders of this court; and
 - f. Any and all other relief to which the plaintiff may appear entitled.

UNITED STATES OF AMERICA

RUSSELL COLEMAN United States Attorney

s/ William F. Campbell William F. Campbell Assistant U.S. Attorney 717 West Broadway Louisville, KY 40202 (502) 582-5911 (502) 625-7110-fax bill.campbell@usdoj.gov SJS 44 (Rev. 11/04)

CIVIL COVER SHEET 1:19-cv-129-GNS

The JS 44 civil cover sheet and the information contained herein neither replace nor supplement the filing and service of pleadings or other papers as required by law, except as provided by local rules of court. This form, approved by the Judicial Conference of the United States in September 1974, is required for the use of the Clerk of Court for the purpose of initiating the civil docket sheet. (SEE INSTRUCTIONS ON THE REVERSE OF THE FORM.)

I. (a) PLAINTIFFS		DEFENDANTS			
UNITED STATES	S OF AMERICA	TERRY W. POT	EET		
(b) County of Residence (EX	of First Listed Plaintiff CCEPT IN U.S. PLAINTIFF CASES)	NOTE: IN LAN	County of Residence of First Listed Defendant EDMONSON (IN U.S. PLAINTIFF CASES ONLY) NOTE: IN LAND CONDEMNATION CASES, USE THE LOCATION OF THE LAND INVOLVED.		
(c) Attorney's (Firm Name,	Address, and Telephone Number)	Attorneys (If Known)			
II. BASIS OF JURISD	ICTION (Place an "X" in One Box Only)	 	PRINCIPAL PARTIES		
U.S. Government Plaintiff	☐ 3 Federal Question (U.S. Government Not a Party)		TF DEF 1 1 Incorporated or Pr of Business In Thi		
☐ 2 U.S. Government Defendant	☐ 4 Diversity (Indicate Citizenship of Parties in Item III)	Citizen of Another State	1 2		
		Citizen or Subject of a Foreign Country	1 3 G 3 Foreign Nation		
IV. NATURE OF SUIT	(Place an "X" in One Box Only) TORTS	LEODERITUDE/DENAT TW	D A NIZDAUDECK	OTHER CTATHERS	
□ 110 Insurance □ 120 Marine □ 130 Miller Act □ 140 Negotiable Instrument □ 150 Recovery of Overpayment & Enforcement of Judgment □ 151 Medicare Act □ 152 Recovery of Defaulted Student Loans (Excl. Veterans) □ 153 Recovery of Overpayment of Veteran's Benefits □ 160 Stockholders' Suits □ 190 Other Contract □ 195 Contract Product Liability □ 196 Franchise REAL PROPERTY □ 210 Land Condemnation □ 220 Foreclosure □ 230 Rent Lease & Ejectment □ 245 Tort Product Liability □ 290 All Other Real Property	PERSONAL INJURY 310 Airplane Product Liability 320 Assault, Libel & Slander 330 Federal Employers' Liability 340 Marine 345 Marine Product Liability 350 Motor Vehicle Product Liability 350 Motor Vehicle Product Liability 360 Other Personal Injury Product Liability 355 Motor Vehicle Product Liability 360 Other Personal Injury PERSONAL INJURY Med. Malpractice As6 Asbestos Personal Injury Product Liability PERSONAL PROPERT 370 Other Fraud 371 Truth in Lending 371 Truth in Lending 371 Truth in Lending 371 Truth in Lending 372 Property Damage Product Liability 373 Other Personal Property Damage Product Liability 374 PRISONER PETITION 414 Voting 414 Voting 414 Voting 414 Housing/ Accommodations 444 Welfare 445 Amer. w/Disabilities - Employment 446 Amer. w/Disabilities - Other 440 Other Civil Rights	□ 620 Other Food & Drug □ 625 Drug Related Seizure of Property 21 USC 881 □ 630 Liquor Laws □ 640 R.R. & Truck □ 650 Airline Regs. □ 660 Occupational Safety/Health □ 690 Other ■ LABOR □ 710 Fair Labor Standards Act □ 720 Labor/Mgmt. Relations □ 730 Labor/Mgmt.Reporting & Disclosure Act □ 740 Railway Labor Act □ 790 Other Labor Litigation □ 791 Empl. Ret. Inc. Security Act	BANKRUPTCY □ 422 Appeal 28 USC 158 □ 423 Withdrawal 28 USC 157 PROPERTY RIGHTS □ 820 Copyrights □ 830 Patent □ 840 Trademark SOCIAL SECURITY □ 861 HIA (1395ff) □ 862 Black Lung (923) □ 863 DIWC/DIWW (405(g)) □ 864 SSID Title XVI □ 865 RSI (405(g)) FEDERAL TAX SUITS □ 870 Taxes (U.S. Plaintiff or Defendant) □ 871 IRS—Third Party 26 USC 7609	OTHER STATUTES □ 400 State Reapportionment □ 410 Antitrust □ 430 Banks and Banking □ 450 Commerce □ 460 Deportation □ 470 Racketeer Influenced and Corrupt Organizations □ 480 Consumer Credit □ 490 Cable/Sat TV □ 810 Selective Service □ 850 Securities/Commodities/ Exchange □ 875 Customer Challenge 12 USC 3410 □ 890 Other Statutory Actions □ 891 Agricultural Acts □ 892 Economic Stabilization Act □ 893 Environmental Matters □ 894 Energy Allocation Act □ 895 Freedom of Information Act □ 900Appeal of Fee Determinatior Under Equal Access to Justice □ 950 Constitutionality of State Statutes	
■1 Original □ 2 R	an "X" in One Box Only)		ferred from a fer district ffy)		
VI. CAUSE OF ACTIO	Cite the U.S. Civil Statute under which you are 28 U.S.C. SECTION 1345 Brief description of cause: FARM SERVICE AGENCY (FSA) CON		al statutes unless diversity):		
VII. REQUESTED IN COMPLAINT:	CHECK IF THIS IS A CLASS ACTION UNDER F.R.C.P. 23		CHECK YES only JURY DEMAND:	if demanded in complaint:	
VIII. RELATED CASE IF ANY	(See instructions): JUDGE		DOCKET NUMBER		
DATE 9/26/2019 FOR OFFICE USE ONLY	SIGNATURE OF ATT	FORNEY OF RECORD			
	MOUNT APPLYING IFP	JUDGE	MAG. JUI	OGE	

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FSA-2026	,	ARTMENT OF AGRICULTURE	igo 4 for 1 mady har and 1	Position 2
12-31-07)		Farm Service Agency		
	PRO	MISSORY NOTE		
. Name		2. State	3. Cour	ity
POTEET, TERRY W. & JUI	P. P.	KENTUCKY	EDMON	NSON
Case Number	5. Fund Code	6. Loan Number	7. Date	
20-31-	44	01	JANUA	RY 22, 2008
TYPE OF ASSISTANCE		9. ACTION REQUIRING PR	ROMISSORY NOTE:	
OL-Reg(Ex Yth) - 1YR		✓ Initial loan	Conservation easement	Deferred payments
or neg (br 1011) The		Subsequent loan	Rescheduling	
		Consolidation	Reamortization	☐ Debt write down
ATE of (a) FOUR AND THE	source loan (indicated in Ite	m 8) the Government may	cHANGE THE RAT	1.375 %) per annun TE OF INTEREST in
ddress. The new interest rate				
dicated in Item 8.	-			
Principal and interest shal	l be paid in (a) 01	installments a	s indicated below, exce	pt as modified by a diffe
te of interest, on or before th	e following dates:			
(b) Installment amount	(c) Due Date	(b) Instal	lment amount	(c) Due Date
\$ 104,136.00	01/01/2009	\$ N/A	N	/A
\$ N/A	N/A	\$ N/A	N	/A
\$ N/A	N/A	\$ N/A	N	/A
\$ N/A	N/A	\$ N/A	N	/A
William William Control				
and (d) \$ _0.00	thereafter on t	he (e) JANUARY 1ST	of each (f) VEAR	until the
principal and interest are ful	ly paid except that the final	installment of the entire in	ndebtedness evidenced	hereby, if not sooner
paid, shall be due and payab	ole (g) 01	years from the date	of this note, and except	that prepayments may
be made as provided below. of payments.	The consideration for this	note shall also support any	agreement modifying	the foregoing schedule
or payments.				
12. If the total amount of the	e loan is not advanced at the	time of loan closing, the l	oan funds shall be adva	nced to the borrower as

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write to USDA, Director, Office of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, or call (800) 795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider and employer.

requested by the borrower and approved by the Government. Approval by the Government will be given, provided the advance is requested for a purpose authorized by the Government. Interest shall accrue on the amount of each advance from the actual date

disbursed. Borrower authorizes FSA to enter the amounts and dates of such advances in the Record of Advances.

Initial JUP

Date 1-22-08

FSA-2026 (12-31-07) Page 2 of 3

13. Any amount advanced or expended by the Government for the collection of this note or to preserve or protect any security for the loan or otherwise expended under the terms of any security agreement or other instrument executed in connection with the loan evidenced by this note, at the option of the Government shall become a part of and bear interest at the same rate as the principal of the debt evidenced by this note and be immediately due and payable by the Borrower to the Government without demand.

- 14. Every payment made on any indebtedness evidenced by this note shall be applied according to priorities set in 7 CFR Part 765, or any successor regulation.
- 15. Prepayment of scheduled installments, or any portion of these installments, may be made at any time at the option of the Borrower. Refunds and extra payments shall, after payment of interest, be applied to the last installments to become due under this note and shall not affect the obligation of the Borrower to pay the remaining installments as scheduled in this note.
- 16. Property constructed, improved, purchased, or refinanced in whole or in part with the loan evidenced by this note shall not be leased, assigned, sold, transferred, or encumbered, voluntarily or otherwise, without the written consent of the Government. Unless the Government consents otherwise in writing, the Borrower will operate such property as a farm.
- 17. If "Debt Write Down," "Consolidation," "Rescheduling," or "Reamortization" is indicated in Item 9, this note is given to consolidate, reschedule or reamortize, but not in satisfaction of, the unpaid principal and interest on the following described notes or assumption agreements under new terms:

(a) FUND CODE/ LOAN NO.	(b) FACE AMOUNT	(c) INTEREST RATE	(d) DATE (include year)	(e) ORIGINAL BORROWER	(f) LAST INSTALL. DUE (include year)
	\$	%			
	\$	%			
	\$	%			
	\$	%			
	\$	%			
	\$	%			
	\$	%			

- 18. Security instruments taken in connection with the loans evidenced by these described notes and other related obligations are not affected by this consolidation, write down, rescheduling, or reamortization. These security instruments shall continue to remain in effect and the security given for the loans evidenced by the described notes shall continue to remain as security for the loan evidenced by this note, and for any other related obligations.
- 19. If at any time it shall appear to the Government that the Borrower may be able to obtain financing from a responsible cooperative or private credit source at reasonable rates and terms for loans for similar purposes and period of time, the Borrower will, at the Government's request, apply for and accept a loan in sufficient amount to pay this note in full and, if the lender is a cooperative, to pay for any necessary stock. The provisions of this paragraph do not apply if the loan represented by this promissory note was made to the Borrower as a nonprogram loan.

Initial TWP TPP Date 1-22-08

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20. The Borrower recognizes that the loan described in this note will be in default should any loan proceeds be used for a purpose that will contribute to excessive erosion of highly erodible land or to the conversion of wetlands to produce an agricultural commodity as provided in 7 CFR Part 1940, subpart G, Exhibit M, or any successor regulation.

- 21. Failure to pay when due any debt evidenced by this note or perform any covenant of agreement under this note shall constitute DEFAULT under this and any other instrument evidencing a debt of the Borrower owing to the Government or securing or otherwise relating to such debt; and default under any such other instrument shall constitute default under this note. Upon such default, the Government at its option may declare all or any part of any such indebtedness immediately due and payable.
- 22. This note is given as evidence of a loan to the Borrower made by the Government pursuant to the Consolidated Farm and Rural Development Act and for the type of loan as indicated in Item 8. This note shall be subject to the present regulations of the Government and to its future regulations not inconsistent with the express provisions of this note.

23. Presentment, protest, and notice are waived.

TERRY W. POTEET 1509 BEAVER DAM CHURCH RD. BROWNSVILLE, KY 42210

P. POTEET JUÓY

1509 BEAVER DAM CHURCH RD. BROWNSVILLE, KY 42210

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24. RECORD OF ADVANCES

A. AMOUNT	B. DATE	A. AMOUNT	B DATE	A. AMOUNT	B. DATE
(1) \$20,000.00	01-25-08	(8) \$		(15) \$	
(2) \$7,000.00	02-11-08	(9) \$		(16) \$	
(3) \$ /0, 000.00	03-28-08	(10)\$		(17) \$	
^{(4) \$} 15,000.00	05-23-08	(11)\$		(18) \$	
(5) \$		(12)\$		(19)\$	
(6) \$		(13)\$		(20)\$	
(7)\$		(14)\$		(21)\$	
			C. TOTAL:	\$	

NOTE: The following statements are made in accordance with the Privacy Act of 1974 (5 USC 552a): the Farm Service Agency (FSA) is authorized by the Consolidated Farm and Rural Development Act, as amended (7 USC 1921 et seq.), or other Acts, and the regulations promulgated thereunder, to solicit the information requested on its application forms. The information requested is necessary for FSA to determine eligibility for credit or other financial assistance, service your loan, and conduct statistical analyses. Supplied information may be furnished to other Department of Agriculture agencies, the Internal Revenue Service, The Department of Justice or other law enforcement agencies, the Department of Defense, the Department of Housing and Urban Development, the Department of Labor, the United States Postal Service, or other Federal, State, or local agencies as required or permitted by law. In addition, information may be referred to interested parties under the Freedom of Information Act (FOIA), to financial consultants, advisors, lending institutions, packagers, agents, and private or commercial credit sources, to collection or servicing contractors, to credit reporting agencies, to private attorneys under contract with FSA or the Department of Justice, to business firms in the trade area that buy chattel or crops or sell them for commission, to Members of Congress or Congressional staff members, or to courts or adjudicative bodies. Disclosure of the information requested is voluntary. However, failure to disclose certain items of information requested, including your Social Security Number or Federal Tax identification Number, may result in a delay in the processing of an application or its rejection.

According to the Paperwork Reduction to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0560-0237. The time required to complete this information collection is estimated to average 20 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

Initial J.W.P.

Date 1-22-08

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:-31-07)		Farm Service Agency		
	PRO	MISSORY NOTE		
Name		2. State	3	County
OTEET, TERRY W. & JUI	DY P.	KENTUCKY		EDMONSON
	5. Fund Code	6. Loan Number		. Date
Case Number	5. Fund Code	02		JANUARY 22, 2008
	11	9. ACTION REQUIRING PI		
TYPE OF ASSISTANCE				_
OL-Reg(Ex Yth) - 7YR		Initial loan	Conservation ease	ment Deferred payments
		Subsequent loan	Rescheduling	☐ Debt write down
		Consolidation	Reamortization	
cordance with its regulation dress. The new interest rate licated in Item 8. Principal and interest shall	ns, by giving the borrower this e shall not exceed the highest ll be paid in (a) 07	irty (30) days prior writter t rate established in the Go	n notice by mail to overnment's regul	E RATE OF INTEREST in the borrower's last known ations for the type of loan v, except as modified by a difference of the state of the s
e of interest, on or before the	ne following dates:			
(b) Installment amount	(c) Due Date	(b) Instal	Ilment amount	(c) Due Date
3 13,515.00	01/01/2009	\$ N/A		N/A
	N/A	\$ N/A		N/A
CN/Δ	14/21		,	N/A
	NI/A	IS NI/A		
\$ N/A	N/A	\$ N/A		
\$ N/A \$ N/A \$ N/A	N/A N/A	\$ N/A \$ N/A		N/A

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write to USDA, Director, Office of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, or call (800) 795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider and employer.

Initial / W.T.

Date F77-08

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13. Any amount advanced or expended by the Government for the collection of this note or to preserve or protect any security for the loan or otherwise expended under the terms of any security agreement or other instrument executed in connection with the loan evidenced by this note, at the option of the Government shall become a part of and bear interest at the same rate as the principal of the debt evidenced by this note and be immediately due and payable by the Borrower to the Government without demand.

- 14. Every payment made on any indebtedness evidenced by this note shall be applied according to priorities set in 7 CFR Part 765, or any successor regulation.
- 15. Prepayment of scheduled installments, or any portion of these installments, may be made at any time at the option of the Borrower. Refunds and extra payments shall, after payment of interest, be applied to the last installments to become due under this note and shall not affect the obligation of the Borrower to pay the remaining installments as scheduled in this note.
- 16. Property constructed, improved, purchased, or refinanced in whole or in part with the loan evidenced by this note shall not be leased, assigned, sold, transferred, or encumbered, voluntarily or otherwise, without the written consent of the Government. Unless the Government consents otherwise in writing, the Borrower will operate such property as a farm.
- 17. If "Debt Write Down," "Consolidation," "Rescheduling," or "Reamortization" is indicated in Item 9, this note is given to consolidate, reschedule or reamortize, but not in satisfaction of, the unpaid principal and interest on the following described notes or assumption agreements under new terms:

(a) FUND CODE/ LOAN NO.	(b) FACE AMOUNT	(c) INTEREST RATE	(d) DATE (include year)	(e) ORIGINAL BORROWER	(f) LAST INSTALL. DUE (include year)
	\$	%			
	\$	%			
	\$	%			
	\$	%			
	\$	%			
	\$	%			
	\$	%			

- 18. Security instruments taken in connection with the loans evidenced by these described notes and other related obligations are not affected by this consolidation, write down, rescheduling, or reamortization. These security instruments shall continue to remain in effect and the security given for the loans evidenced by the described notes shall continue to remain as security for the loan evidenced by this note, and for any other related obligations.
- 19. If at any time it shall appear to the Government that the Borrower may be able to obtain financing from a responsible cooperative or private credit source at reasonable rates and terms for loans for similar purposes and period of time, the Borrower will, at the Government's request, apply for and accept a loan in sufficient amount to pay this note in full and, if the lender is a cooperative, to pay for any necessary stock. The provisions of this paragraph do not apply if the loan represented by this promissory note was made to the Borrower as a nonprogram loan.

Initial 7. WP. Date 1-22-08
1-22-08

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20. The Borrower recognizes that the loan described in this note will be in default should any loan proceeds be used for a purpose that will contribute to excessive erosion of highly erodible land or to the conversion of wetlands to produce an agricultural commodity as provided in 7 CFR Part 1940, subpart G, Exhibit M, or any successor regulation.

- 21. Failure to pay when due any debt evidenced by this note or perform any covenant of agreement under this note shall constitute DEFAULT under this and any other instrument evidencing a debt of the Borrower owing to the Government or securing or otherwise relating to such debt; and default under any such other instrument shall constitute default under this note. Upon such default, the Government at its option may declare all or any part of any such indebtedness immediately due and
- 22. This note is given as evidence of a loan to the Borrower made by the Government pursuant to the Consolidated Farm and Rural Development Act and for the type of loan as indicated in Item 8. This note shall be subject to the present regulations of the Government and to its future regulations not inconsistent with the express provisions of this note.

23. Presentment, protest, and notice are waived.

TERRY W. POTEET 1509 BEAVER DAM CHURCH RD. BROWNSVILLE, KY 42210

1509 BEAVER DAM CHURCH RD.

BROWNSVILLE, KY 42210

FSA-2026 (12-31-07)

Page 4 of 4

24. RECORD OF ADVANCES

A. AMOUNT	B. DATE	A. AMOUNT	B DATE	A. AMOUNT	B. DATE
(1)\$ 100.00	01-25-08	(8) \$		(15) \$	
(2) \$32,500.00	D4-11-08	(9) \$		(16) \$	
(3) \$22,500.00	04-22-08	(10) \$		(17) \$	
(4) \$		(11)\$		(18)\$	
(5) \$		(12)\$		(19) \$	
(6) \$		(13)\$		(20)\$	
(7)\$		(14)\$		(21)\$	
			C. TOTAL:	\$55,100.00	

NOTE: The following statements are made in accordance with the Privacy Act of 1974 (5 USC 552a): the Farm Service Agency (FSA) is authorized by the Consolidated Farm and Rural Development Act, as amended (7 USC 1921 et seq.), or other Acts, and the regulations promulgated thereunder, to solicit the information requested on its application forms. The information requested is necessary for FSA to determine eligibility for credit or other financial assistance, service your loan, and conduct statistical analyses. Supplied information may be furnished to other Department of Agriculture agencies, the Internal Revenue Service, The Department of Justice or other law enforcement agencies, the Department of Defense, the Department of Housing and Urban Development, the Department of Labor, the United States Postal Service, or other Federal, State, or local agencies as required or permitted by law. In addition, information may be referred to interested parties under the Freedom of Information Act (FOIA), to financial consultants, advisors, lending institutions, packagers, agents, and private or commercial credit sources, to collection or servicing contractors, to credit reporting agencies, to private attorneys under contract with FSA or the Department of Justice, to business firms in the trade area that buy chattel or crops or sell them for commission, to Members of Congress or Congressional staff members, or to courts or adjudicative bodies. Disclosure of the information requested is voluntary. However, failure to disclose certain items of information requested, including your Social Security Number or Federal Tax identification Number, may result in a delay in the processing of an application or its rejection.

According to the Paperwork Reduction to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0560-0237. The time required to complete this information collection is estimated to average 20 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

Initia TUP

P Date 1-22-08

Position 1

FSA-440-4A (08-31-04)

U.S. DEPARTMENT OF AGRICULTURE

Form Approved - OMB No. 0560-0162

Farm Service Agency

SECURITY AGREEMENT (CHATTELS AND CROPS)

NOTE: The following statements are made in accordance with the Privacy Act of 1974 (5 USC 552a): the Farm Service Agency (FSA) is authorized by the Consolidated Farm and Rural Development Act, as amended (7 USC 1921 et seg.), or other Acts, and the regulations promulgated thereunder, to solicit the information requested on its application forms. The information requested is necessary for FSA to determine eligibility for credit or other Inancial assistance, service your loan, and conduct statistical analyses. This form is used to record crops, equipment, fixtures, livestock taken as security for the loan. Supplied information may be furnished to other Department of Agriculture agencies, the Internal Revenue Service, the Department of Justice or other law enforcement agencies, the Department of Defense, the Department of Housing and Urban Development, the Department of Labor, the United States Postal Service, or other Federal, State, or local agencies as required or permitted by law. In addition, information may be referred to interested parties under the Freedom of Information Act (FOIA), to financial consultants, advisors, lending institutions, packagers, agents, and private or commercial credit sources, to collection or servicing contractors, to credit reporting agencies, to private attorneys under contract with FSA or the Department of Justice, to business firms in the trade area that buy chattel or crops or sell them for commission, to Members of Congress or Congressional staff members, or to courts or adjudicative bodies. Disclosure of the information requested is voluntary. However, failure to disclose certain Items of information requested, including your Social Security Number or Federal Tax identification Number, may result in a delay in the processing of an application or its rejection.

According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0550-0162. The time required to complete this information collection is estimated to average 5 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. RETURN THIS COMPLETED FORM TO YOUR COUNTY FSA OFFICE.

1. THIS SECURITY AGREEMENT, dated (a) January 22 , (b) 2008 is made between the United States of (Month and Day) (Year)

America acting through the Farm Service Agency (called Secured Party) and (c)
and (d) JUDY P POTEET (called Debtor), whose mailing address is
(e) 1509 BEAVER DAM CHURCH RD, BROWNSVILLE, KY 42210-8502
2. BECAUSE Debtor is justly indebted to Secured Party as evidenced by one or more certain promissory note(s) or other instrument(s), and in the future may incur additional indebtedness to Secured Party which will also be evidenced by one or more promissory note(s) or other instrument(s), all of which are called "note", which has been executed by Debtor, is payable to the order of Secured Party, and authorizes acceleration of the entire indebtedness at the option
of Secured Party upon any default by Debtor; and The note evidences a loan to Debtor, and Secured Party at any time, may assign the note to any extent authorized
by the Consolidated Farm and Rural Development Act or any other act administered by the Farm Service Agency and It is the purpose and intent of this instrument that this instrument shall secure prompt payment of the note and
the timely performance of all obligations and covenants contained in this instrument; and
NOW THEREFORE, in consideration of said loan(s) and (a) to secure the prompt payment of all existing and future indebtedness and liabilities of Debtor to Secured Party and of all renewals and extensions of such indebtedness and any additional loans or future advances to Debtor before or after made by Secured Party under the then existing provisions of the Consolidated Farm and Rural Development Act or any other act administered by the Farm Service
Agency all with interest, (b) in any event and at all times to secure the prompt payment of all advances and expenditures made by Secured Party, with interest, as described in this instrument, and (c) the timely performance of
every covenant and agreement of Debtor contained in this instrument or in any supplementary agreement: DEBTOR GRANTS to Secured Party a security interest in Debtor's interest in the following described collateral,
including the proceeds and products thereof, accessions thereto, future advances and security acquired hereinafter (hereinafter referred to as "collateral"); provided however the following description of specific items of collateral shall

not in any way limit the collateral covered by this instrument and the Secured Party's interest therein:

itia **149** date <u>1-22-08</u>

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, gender, religion, age, disability, political beliefs, sexual orientation, and marital or family status. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write USDA, Director, Office of Civil Rights, Room 326-W Whitten Building, 1400 Independence Avenue, SW Washington, D.C. 20250-9410 or call (202) 720-5964 (voice or TDD). USDA is an equal opportunity provider and employer.

FSA-440-4A (08-31-04)

(Page 2 of 6)

A. All crops, annual and perennial, and other plant or farm products now planted, growing or grown, or harvested or which are planted after this instrument is signed or otherwise become growing or harvested crops or other plant products (a) within the one-year period or any longer period of years permissible under State law, or (b) at any time after this instrument is signed if no fixed maximum period is prescribed by State law, including the crops and plant products now planted, to be planted, growing or grown or harvested on the following described real estate:

(1) Farm(s) or Other Real Estate *Owner	(2) Approximate Number of Acres	(3) County and State	(4) Approximate Distance and Direction from a Named Town or other Description
Terry and Judy Poteet	193	EDMONSON, KY	5 Miles Southeast of Brownsville
Terry and Judy Poteet	82	EDMONSON, KY	5 Miles Southeast of Brownsville
2016 Wayne Graham		EDMONSON, KY	5 Miles SW of Brownsville
2326 Kerry Browning		EDMONSON, KY	5 Miles SW of Brownsville
2772 Mildred Bryant		EDMONSON, KY	5 Miles SW of Brownsville
3817 New Grove Limited		EDMONSON, KY	5 Miles SW of Brownsville
3487 Ronnie L Bledsoe		EDMONSON, KY	5 Miles SW of Brownsville
3827 Benton Cowles		EDMONSON, KY	5 Miles SW of Brownsville
3476 Kenneth Bledsoe		EDMONSON, KY	5 Miles SW of Brownsville
3158 Carl Lindsey		EDMONSON, KY	5 Miles SW of Brownsville

Including all entitlements, benefits, and payments from all state and federal farm programs; all crop indemnity payments; all payment intangibles arising from said crops and all general intangibles arising from said crops; and all peanut and tobacco poundage allotments and quotas existing on or leased and transferred or to be leased and transferred to the above described farms as well as any proceeds derived from the conveyance or lease and transfer by the Debtor to any subsequent party;

*Owner shown in related Financing Statement, except if informed of ownership change show reputed new owner.

Initial UP date 1-22-08
1-22-08

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(Page 3 of 6)

B. All farm and other equipment (except small tools and small equipment such as hand tools, power lawn mowers and other items of like type unless described below), and inventory, now owned or hereafter acquired by Debtor, together with all replacements, substitutions, additions, and accessions thereto, including but not limited to the following which are located in the State(s) of <u>Kentucky</u>:

(1) Line No.	(2) Quantity	(3) Kind	(4) Manufacturer	(5) Size and Type	(6) Condi- tion	(7) Year of manufac- ture	(8) Serial or Model No.

⁽⁹⁾ Including the following described fixtures which are affixed or are to be affixed to real estate; as-extracted collateral; or timber to be cut, all of which, together with the associated real estate, are more particularly described as follows (include legal description of the land):

Initial <u>FWP</u> date <u>1-22-08</u> JPP 1-12-08

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C. All livestock (except livestock and poultry kept primarily for subsistence purposes), fish, bees, birds, furbearing animals, other animals produced or used for commercial purposes, other farm products, and supplies, now owned or hereafter acquired by Debtor, together with all increases, replacements, substitutions, and additions thereto, including but not limited to the following located in the State(s) <u>Kentucky</u>:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Line No.	Quantity	Kind-sex	Breed	Color	Weight, average weight	Age or age range	Brands or other identification
1	6	Cattle - Beef - Breeding Bulls - 1500 lbs	Angus	Black		3-5	
2	113	Cattle - Beef - Breeding Cows - 1000 lbs.	Mixed	Mixed		2-10	
3	3	Cattle - Beef - Breeding Bulls - 1200 lbs. To be purchased	Balck	Angus		2	
4	80	Cattle - Beef - Breeding Cows - 1000 lbs. To be Purchased	Mixed	Mixed		3-6	

Initial TUP date 1-22-08

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(Page 5 of 6)

D. All accounts, deposit accounts, goods, supplies, inventory, supporting obligations, investment property, certificates of title, payment intangibles, and general intangibles, including, but not limited to the following:

All Federal Subsidy Entitlements in whatever form and from whatever source derived including but not limited to all FSA, CCC, Dairy Termination, FCIC Insurance, PIK Commodity Certificate, and set off proceeds.

3. DEBTOR WARRANTS, COVENANTS, AND AGREES THAT:

A. Debtor is the absolute and exclusive owner of the above-described collateral, and any marks or brands used to describe livestock are the holding brands and carry the title, although the livestock may have other marks or brands, and such collateral is free from all liens, encumbrances, security and other interests except (1) any existing liens, encumbrances, security or other interests in favor of Secured Party which shall remain in full force and effect, (2) any applicable landlord's statutory liens, and (3) other liens, encumbrances, security or other interests previously disclosed to Secured Party in the loan application, Farm Plan or other loan documents. Debtor will defend the collateral against the claims and demands of all other persons.

B. Statements contained in Debtor's loan application(s) and related loan documents are true and correct and that Debtor's name, as stated in the loan application and in this instrument, is Debtor's complete legal name; and Debtor will (1) use the loan funds for the purposes for which they were or are advanced, (2) comply with such farm and home management plans as may be agreed upon from time to time by Debtor and Secured Party, (3) care for and maintain the collateral in a good and husbandlike manner, (4) insure the collateral in such amounts and manner as may be required by Secured Party, and if Debtor fails to do so, Secured Party, at its option, may procure such insurance, (5) permit Secured Party to inspect the collateral at any reasonable time, (6) not abandon the collateral or encumber, conceal, remove, sell or otherwise dispose of it or of any interest in the collateral, or permit others to do so, without the prior written consent of Secured Party, (7) not permit the collateral to be levied upon, injured or destroyed, or its value to be impaired, except by using harvested crops in amounts necessary to care for livestock covered by this instrument, and (8) maintain accurate records of the collateral, furnish Secured Party any requested information related to the collateral and allow Secured Party to inspect and copy all records relating to the collateral.

C. Debtor will pay promptly when due all (1) indebtedness evidenced by the note and any indebtedness to Secured Party secured by this instrument, (2) rents, taxes, insurance premiums, levies, assessments, liens, and other encumbrances, and costs of lien searches and maintenance and other charges now or later attaching to, levied on, or otherwise pertaining to the collateral or this security interest, (3) filing or recording fees for instruments necessary to perfect, continue, service, or terminate this security interest, and (4) fees and other charges now or later required by regulations of the Farm Service Agency.

D. Secured Party is authorized to file financing statements describing the collateral, to file amendments to the financing statements and to file continuation statements.

E. Debtor will immediately notify Secured Party of any material change in the collateral or in the collateral's location; change in Debtor's name, address, or location; change in any warranty or representation in this instrument; change that may affect this security interest or its perfection; and any event of default.

F. Secured Party may at any time pay any other amounts required in this instrument to be paid by Debtor and not paid when due, including any costs and expenses for the preservation or protection of the collateral or this security interest, as advances for the account of Debtor. All such advances shall bear interest at the rate borne by the note which has the highest interest rate.

G. All advances by Secured Party as described in this instrument, with interest, shall be immediately due and payable by Debtor to Secured Party without demand at the place designated in the latest note and shall be secured by this instrument. No such advance by Secured Party shall relieve Debtor from breach of the covenant to pay. Any payment made by Debtor may be applied on the note or any indebtedness to Secured Party secured hereby, in any order Secured Party determines.

H. In order to secure or better secure the above-mentioned obligations or indebtedness, Debtor agrees to execute any further documents, including additional security instruments on such real and personal property as Secured Party may require, and to take any further actions reasonably requested by Secured Party to evidence or perfect the security interest granted herein or to effectuate the rights granted to Secured Party herein.

Initial 14P date 122-08
1-72-08

FSA-440-4A (08-31-04)

4. IT IS FURTHER AGREED THAT:

A. Until default Debtor may retain possession of the collateral.

B. Default shall exist under this instrument if Debtor fails to perform or discharge any obligation or to pay promptly any indebtedness secured by this instrument or to observe or perform any covenants or agreements in this instrument or in any supplementary agreement contained, or if any of Debtor's representations or warranties herein prove false or misleading, or upon the death or incompetency of the parties named as Debtor, or upon the bankruptcy or insolvency of any one of the parties named as Debtor. Default shall also exist if any loan proceeds are used for a purpose that will contribute to excessive erosion of highly erodible land or to the conversion of wetlands to produce an agricultural commodity, as further explained in 7 CFR Part 1940, Subpart G, Exhibit M. Upon any such default:

(1) Secured Party, at its option, with or without notice as permitted by law, may (a) declare the unpaid balance on the note and any indebtedness secured by this instrument immediately due and payable, (b) enter upon the premises and cultivate and harvest crops, take possession of, repair, improve, use, and operate the collateral or make equipment unusable, for the purpose of protecting or preserving the collateral or this lien, or preparing or processing the collateral for sale, and (c) exercise any sale or other rights accorded by law. Secured Party may disclaim all warranties relating to title, possession, quiet enjoyment, merchantability, fitness or the like in any disposition of the collateral.

(2) Debtor (a) agrees to assemble the collateral and make it available to Secured Party at such time(s) and place(s) as designated by Secured Party, and (b) waives all notices, exemptions, compulsory disposition

and redemption rights.

(3) A default shall exist under any other security instrument held by Secured Party and executed or assumed by Debtor on real or personal property. Likewise, default under such other security instrument

shall constitute default under this instrument.

- C. Proceeds from disposition of collateral shall be applied first on expenses of retaking, holding, preparing for sale, processing, selling and the like and for payment of reasonable attorneys' fees and legal expenses incurred by Secured Party, second to the satisfaction of prior security interests or liens to the extent required by law and in accordance with current regulations of the Farm Service Agency, third to the satisfaction of indebtedness secured by this instrument, fourth to the satisfaction of subordinate security interests to the extent required by law, fifth to any other obligations of Debtor owing to Secured Party, and sixth to Debtor. Any proceeds collected under insurance policies shall be applied first on advances and expenditures made by Secured Party, with interest, as provided above, second on the debt evidenced by the note, unless Secured Party consents in writing to their use by Debtor under Secured Party's direction for repair or replacement of the collateral, third on any other obligation of Debtor owing to Secured Party, and any balance shall be paid to Debtor unless otherwise provided in the insurance policies. Debtor will be liable for any deficiency owed to Secured Party after such disposition of proceeds of the collateral and insurance.
- D. It is the intent of Debtor and Secured Party that to the extent permitted by law and for the purpose of this instrument, no collateral covered by this instrument is or shall become realty or accessioned to other goods.

E. Debtor agrees that the Secured Party will not be bound by any present or future State exemption laws. Debtor

expressly waives the benefit of any such State laws.

- F. Secured Party may comply with any applicable state or Federal law requirements in connection with the disposition of the collateral and compliance will not be considered to adversely affect the commercial reasonableness of any sale of the collateral.
- G. This instrument is subject to the present regulations of the Secured Party and to its future regulations not inconsistent with the express provisions of this instrument.
- H. If any provision of this instrument is held invalid or unenforceable, it shall not affect any other provisions, but this instrument shall be construed as if it had never contained such invalid or unenforceable provision.
- The rights and privileges of Secured Party under this instrument shall accrue to the benefit of its successors and assigns. All covenants, warranties, representations, and agreements of Debtor contained in this instrument are joint and several and shall bind personal representatives, heirs, successors, and assigns.
- J. If at any time it shall appear to Secured Party that Debtor may be able to obtain a loan from a production credit association, a Federal land bank, or other responsible cooperative or private credit source, at reasonable rates and terms for loans for similar purposes and periods of time, Debtor will, upon Secured Party's request, apply for and accept such loan in sufficient amount to pay the note and any indebtedness secured by this instrument and to pay for any stock necessary to be purchased in a cooperative lending agency in connection with such loan.

K. SECURED PARTY HAS INFORMED DEBTOR THAT DISPOSAL OF PROPERTY COVERED BY THIS SECURITY AGREEMENT WITHOUT THE CONSENT OF SECURED PARTY, OR MAKING ANY FALSE STATEMENT IN THIS SECURITY AGREEMENT OR ANY OTHER LOAN DOCUMENT, MAY CONSTITUTE A

VIOLATION OF FEDERAL CRIMINAL LAW.

L. Failure by the Secured Party to exercise any right-whether once or often-shall not be construed as a waiver of any covenant or condition or of the breach of such covenant or condition. Such failure shall also not affect the exercise of such right without notice upon any subsequent breach of the same or any other covenant or condition.

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Revised Article 9 UCC Search

UCC Search Results

File amendment to this UCC Return to search form

File number:

2008-2294313-94

Filing date:

1/17/2008 3:45:01 PM

Lapse date:

1/17/2023 3:45:01 PM

Status:

A - Active

ACTIONS

Action	File Date	Status
Continuation	7/19/2017 10:48:10 AM	Active - Filed online Sec party of record - USDA, Farm Service Agency
Continuation	7/31/2012 2:16:54 PM	Active - Filed online Sec party of record - Terry W. Poteet
Initial financing Statement	1/17/2008 3:45:01 PM	Active - Filed online

NAMES

Debtor/Secured Party/Filer	Date Added	Address
Debtor Terry W. Poteet	1/17/2008 3:45:01 PM	1509 Beaver Dam Church Rd. Brownsville KY 42210
Debtor Judy P. Poteet	1/17/2008 3:45:01 PM	1509 Beaver Dam Church Rd. Brownsville KY 42210
Secured Party USDA, Farm Service Agency	1/17/2008 3:45:01 PM	925 Lovers Lane Bowling Green KY 42103-7140
Filer USDA, Farm Service Agency	1/17/2008 3:45:01 PM	925 Lovers Lane Bowling Green KY 42103-7140
Filer USDA, Farm Service Agency	7/31/2012 2:16:54 PM	925 Lovers Lane Bowling Green KY 42103-7140
Filer USDA, Farm Service Agency	7/19/2017 10:48:10 AM	925 Lovers Lane Bowling Green KY 42103-7140

COLLATERAL DESCRIPTION

Date Filed	Collateral Description
1/17/2008 3:45:01 PM	This financing statement covers the following types or items of collateral, including proceeds, and products thereof: all livestock and 2008 crops.

IMAGES

Page 2 of 2

Document Type	PDF	Tiff Image File Date	Pages
UCC Filing - Continuation	<u>PDF</u>	7/19/2017 10:48:10 AM	1
UCC Filing - Continuation	<u>PDF</u>	7/31/2012 2:16:54 PM	1

This form is available electroni FSA-2026	cally.	(S	ee Page 4 for Privacy Act	Approved - OMB No. 0560-0237 and Public Burden Statements.)
(40.04.07)		S. DEPARTMENT OF AGRICULTU		Position 2
(12-31-07)		Farm Service Agency PROMISSORY NOTE	ľ	
1. Name POTEET, TERRY W. & A	JUDY P.	2. State KENTUCKY		County
roller, lander in a		idivi ocici	E	DMONSON
4. Case Number	5. Fund Code	6. Loan Number	7.	Date
20-31-	44	04	J	ULY 17, 2009
8. TYPE OF ASSISTANCE		9. ACTION REQUIRIN	NG PROMISSORY NOTE:	
OL-REG-7 YR		☐ Initial loan	Conservation easen	nent Deferred payments
		✓ Subsequent loan	Rescheduling	☐ Debt write down
		☐ Consolidation	Reamortization	
its office in (a) BOWLING designate in writing, the pri the unpaid principal balance	incipal sum of (b) FORTY ce at the RATE of (d) TW	-SIX THOUSAND AND NO/	r at such other place as /100'S	the Government may later
notice by mail to the borrow Government's regulations for 11. Principal and interest si	or the type of loan indicate thall be paid in (a)			rate established in the except as modified by a different
-				
ate of interest, on or before	ot (c) Due	Date (b) It	nstallment amount	(c) Due Date
ate of interest, on or before (b) Installment amoun	ot (c) Due	Date (b) II	nstallment amount	(c) Due Date
ate of interest, on or before			nstallment amount	
(b) Installment amoun \$ 7,211.00	07/01/2010	\$ N/A	nstallment amount	N/A
(b) Installment amounts 7,211.00	07/01/2010 N/A	\$ N/A \$ N/A	nstallment amount	N/A N/A

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write to USDA, Director, Office of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, or call (800) 795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider and employer.

Initial TWP.

Date <u>7-17-09</u> 7-17-09

EXHIBIT D

FSA-2026 (12-31-07) Page 2 of 4

- 13. Any amount advanced or expended by the Government for the collection of this note or to preserve or protect any security for the loan or otherwise expended under the terms of any security agreement or other instrument executed in connection with the loan evidenced by this note, at the option of the Government shall become a part of and bear interest at the same rate as the principal of the debt evidenced by this note and be immediately due and payable by the Borrower to the Government without demand.
- 14. Every payment made on any indebtedness evidenced by this note shall be applied according to priorities set in 7 CFR Part 765, or any successor regulation.
- 15. Prepayment of scheduled installments, or any portion of these installments, may be made at any time at the option of the Borrower. Refunds and extra payments shall, after payment of interest, be applied to the last installments to become due under this note and shall not affect the obligation of the Borrower to pay the remaining installments as scheduled in this note.
- 16. Property constructed, improved, purchased, or refinanced in whole or in part with the loan evidenced by this note shall not be leased, assigned, sold, transferred, or encumbered, voluntarily or otherwise, without the written consent of the Government. Unless the Government consents otherwise in writing, the Borrower will operate such property as a farm.
- 17. If "Debt Write Down," "Consolidation," "Rescheduling," or "Reamortization" is indicated in Item 9, this note is given to consolidate, reschedule or reamortize, but not in satisfaction of, the unpaid principal and interest on the following described notes or assumption agreements under new terms:

(a) FUND CODE/ LOAN NO.	(b) FACE AMOUNT	(c) INTEREST RATE	(d) DATE (include year)	(e) ORIGINAL BORROWER	(f) LAST INSTALL. DUE (include year)
	\$	%			
	\$	%			
	\$	%			
	\$	%			
	\$	%			
	\$	%			
	\$	%			

- 18. Security instruments taken in connection with the loans evidenced by these described notes and other related obligations are not affected by this consolidation, write down, rescheduling, or reamortization. These security instruments shall continue to remain in effect and the security given for the loans evidenced by the described notes shall continue to remain as security for the loan evidenced by this note, and for any other related obligations.
- 19. If at any time it shall appear to the Government that the Borrower may be able to obtain financing from a responsible cooperative or private credit source at reasonable rates and terms for loans for similar purposes and period of time, the Borrower will, at the Government's request, apply for and accept a loan in sufficient amount to pay this note in full and, if the lender is a cooperative, to pay for any necessary stock. The provisions of this paragraph do not apply if the loan represented by this promissory note was made to the Borrower as a nonprogram loan.

Initial TWP Date 7-17-09

7-12-09

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20. The Borrower recognizes that the loan described in this note will be in default should any loan proceeds be used for a purpose that will contribute to excessive erosion of highly erodible land or to the conversion of wetlands to produce an agricultural commodity as provided in 7 CFR Part 1940, subpart G, Exhibit M, or any successor regulation.

- 21. Failure to pay when due any debt evidenced by this note or perform any covenant of agreement under this note shall constitute DEFAULT under this and any other instrument evidencing a debt of the Borrower owing to the Government or securing or otherwise relating to such debt; and default under any such other instrument shall constitute default under this note. Upon such default, the Government at its option may declare all or any part of any such indebtedness immediately due and payable.
- 22. This note is given as evidence of a loan to the Borrower made by the Government pursuant to the Consolidated Farm and Rural Development Act and for the type of loan as indicated in Item 8. This note shall be subject to the present regulations of the Government and to its future regulations not inconsistent with the express provisions of this note.

23. Presentment, protest, and notice are waived.

TERRY W. POTKET 1509 BEAVER DAM CHURCH RD.

BROWNSVILLE, KY 42210

1509 BEAVER DAM CHURCH RD.

BROWNSVILLE, KY 42210

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24. RECORD OF ADVANCES

A. AMOUNT	B. DATE	A. AMOUNT	B DATE	A. AMOUNT	B. DATE
(1)\$ 46000.00		(8) \$		(15) \$,
(2) \$		(9) \$		(16) \$	
(3) \$		(10) \$		(17) \$	
(4) \$		(11)\$		(18)\$	
(5) \$		(12)\$		(19)\$	
(6) \$		(13)\$		(20)\$	
(7)\$		(14)\$		(21)\$	
			C. TOTAL:	\$ 46000.00	Property of the Party of the Control

NOTE: The following statements are made in accordance with the Privacy Act of 1974 (5 USC 552a): the Farm Service Agency (FSA) is authorized by the Consolidated Farm and Rural Development Act, as amended (7 USC 1921 et seq.), or other Acts, and the regulations promulgated thereunder, to solicit the information requested on its application forms. The information requested is necessary for FSA to determine eligibility for credit or other financial assistance, service your loan, and conduct statistical analyses. Supplied information may be furnished to other Department of Agriculture agencies, the Internal Revenue Service, The Department of Justice or other law enforcement agencies, the Department of Defense, the Department of Housing and Urban Development, the Department of Labor, the United States Postal Service, or other Federal, State, or local agencies as required or permitted by law. In addition, information may be referred to interested parties under the Freedom of Information Act (FOIA), to financial consultants, advisors, lending institutions, packagers, agents, and private or commercial credit sources, to collection or servicing contractors, to credit reporting agencies, to private attorneys under contract with FSA or the Department of Justice, to business firms in the trade area that buy chattel or crops or sell them for commission, to Members of Congress or Congressional staff members, or to courts or adjudicative bodies. Disclosure of the information requested is voluntary. However, failure to disclose certain items of information requested, including your Social Security Number or Federal Tax identification Number, may result in a delay in the processing of an application or its rejection.

According to the Paperwork Reduction to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0550-0237. The time required to complete this information collection is estimated to average 20 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information.

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Date 7-17-09 7-17-09

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annum. If this note is for a L REST in accordance with its known address. The new into pe of loan indicated in Item 8	imited Resource loan (indicated in regulations, by giving the borrows erest rate shall not exceed the high	n Item 8) the Government may er thirty (30) days prior written thest rate established in the
	installments as indicated bel	low, except as modified by a diffe
(c) Due Date	(b) Installment amount	(c) Due Date
7/01/2010	\$ N/A	N/A
7/01/2010 /A	\$ N/A \$ N/A	N/A N/A
	RATE of (d) TWO AND ONE- annum. If this note is for a Li REST in accordance with its a known address. The new intege of loan indicated in Item 8. aid in (a) 15 owing dates:	RATE of (d) Two AND ONE-QUARTER

The U.S. Department of Agriculture (USDA) prohibits discrimination in all its programs and activities on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.) Persons with disabilities who require alternative means for communication of program information (Braille, large print, audiotape, etc.) should contact USDA's TARGET Center at (202) 720-2600 (voice and TDD). To file a complaint of discrimination, write to USDA, Director, Office of Civil Rights, 1400 Independence Avenue, S.W., Washington, D.C. 20250-9410, or call (800) 795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity provider and employer.

Initial TWP

7-17-09

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13. Any amount advanced or expended by the Government for the collection of this note or to preserve or protect any security for the loan or otherwise expended under the terms of any security agreement or other instrument executed in connection with the loan evidenced by this note, at the option of the Government shall become a part of and bear interest at the same rate as the principal of the debt evidenced by this note and be immediately due and payable by the Borrower to the Government without demand.

- 14. Every payment made on any indebtedness evidenced by this note shall be applied according to priorities set in 7 CFR Part 765, or any successor regulation.
- 15. Prepayment of scheduled installments, or any portion of these installments, may be made at any time at the option of the Borrower. Refunds and extra payments shall, after payment of interest, be applied to the last installments to become due under this note and shall not affect the obligation of the Borrower to pay the remaining installments as scheduled in this note.
- 16. Property constructed, improved, purchased, or refinanced in whole or in part with the loan evidenced by this note shall not be leased, assigned, sold, transferred, or encumbered, voluntarily or otherwise, without the written consent of the Government. Unless the Government consents otherwise in writing, the Borrower will operate such property as a farm.
- 17. If "Debt Write Down," "Consolidation," "Rescheduling," or "Reamortization" is indicated in Item 9, this note is given to consolidate, reschedule or reamortize, but not in satisfaction of, the unpaid principal and interest on the following described notes or assumption agreements under new terms:

(a) FUND CODE/ LOAN NO.	(b) FACE AMOUNT	(c) INTEREST RATE	(d) DATE (include year)	(e) ORIGINAL BORROWER	(f) LAST INSTALL. DUE (include year)
44-01	\$ 100,000.00	4.375 %	01-22-2008	TERRY W. & JUDY P. POTEET	01-22-2009
44-02	\$ 80,000.00	4.375 %	01-22-2008	TERRY W. & JUDY P. POTEET	01-22-2015
	\$	%			
	\$	%			
	\$	%			
	\$	%			
	\$	%			

- 18. Security instruments taken in connection with the loans evidenced by these described notes and other related obligations are not affected by this consolidation, write down, rescheduling, or reamortization. These security instruments shall continue to remain in effect and the security given for the loans evidenced by the described notes shall continue to remain as security for the loan evidenced by this note, and for any other related obligations.
- 19. If at any time it shall appear to the Government that the Borrower may be able to obtain financing from a responsible cooperative or private credit source at reasonable rates and terms for loans for similar purposes and period of time, the Borrower will, at the Government's request, apply for and accept a loan in sufficient amount to pay this note in full and, if the lender is a cooperative, to pay for any necessary stock. The provisions of this paragraph do not apply if the loan represented by this promissory note was made to the Borrower as a nonprogram loan.

Initial TWP J.P.P.

7-17-09

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20. The Borrower recognizes that the loan described in this note will be in default should any loan proceeds be used for a purpose that will contribute to excessive erosion of highly erodible land or to the conversion of wetlands to produce an agricultural commodity as provided in 7 CFR Part 1940, subpart G, Exhibit M, or any successor regulation.

- 21. Failure to pay when due any debt evidenced by this note or perform any covenant of agreement under this note shall constitute **DEFAULT** under this and any other instrument evidencing a debt of the Borrower owing to the Government or securing or otherwise relating to such debt; and default under any such other instrument shall constitute default under this note. Upon such default, the Government at its option may declare all or any part of any such indebtedness immediately due and payable.
- 22. This note is given as evidence of a loan to the Borrower made by the Government pursuant to the Consolidated Farm and Rural Development Act and for the type of loan as indicated in Item 8. This note shall be subject to the present regulations of the Government and to its future regulations not inconsistent with the express provisions of this note.

23. Presentment, protest, and notice are waived.

TERRY W. POTEET

1509 BEAVER DAM CHURCH RD.

BROWNSVILLE, KY 42210

JUDY P. POTEET

2509 BEAVER DAM CHURCH RD.

BROWNSVILLE, KY 42210

FSA-2026 (12-31-07)

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24. RECORD OF ADVANCES

A. AMOUNT	B. DATE	A. AMOUNT	B DATE	A. AMOUNT	B. DATE
(1) \$		(8) \$		(15) \$	1
(2) \$		(9) \$		(16) \$	
(3) \$		(10) \$		(17) \$	
(4) \$		(11)\$		(18)\$	
(5) \$		(12)\$		(19)\$	
(6) \$		(13) \$		(20)\$	
(7)\$		(14)\$		(21)\$	
			C. TOTAL:	\$	

NOTE: The following statements are made in accordance with the Privacy Act of 1974 (5 USC 552a): the Farm Service Agency (FSA) is authorized by the Consolidated Farm and Rural Development Act, as amended (7 USC 1921 et seq.), or other Acts, and the regulations promulgated thereunder, to solicit the information requested on its application forms. The information requested is necessary for FSA to determine eligibility for credit or other financial assistance, service your loan, and conduct statistical analyses. Supplied information may be furnished to other Department of Agriculture agencies, the Internal Revenue Service, The Department of Justice or other law enforcement agencies, the Department of Defense, the Department of Housing and Urban Development, the Department of Labor, the United States Postal Service, or other Federal, State, or local agencies as required or permitted by law. In addition, information may be referred to interested parties under the Freedom of Information Act (FOIA), to financial consultants, advisors, lending institutions, packagers, agents, and private or commercial credit sources, to collection or servicing contractors, to credit reporting agencies, to private attorneys under contract with FSA or the Department of Justice, to business firms in the trade area that buy chattel or crops or sell them for commission, to Members of Congress or Congressional staff members, or to courts or adjudicative bodies. Disclosure of the information requested is voluntary. However, failure to disclose certain items of information requested, including your Social Security Number or Federal Tax identification Number, may result in a delay in the processing of an application or its rejection.

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Initial TWP TPP

Date 7-17-109

This form is available electronically.

Form Approved - OMB No. 0560-0238

(See Page 7 for Privacy Act and Public Burden Statements).

Position 1

FSA-2028
(12-31-07)

U.S. DEPARTMENT OF AGRICULTURE

Farm Service Agency

SECURITY AGREEMENT

THIS SECURITY AGREEMENT, dated (a) July 17, 2009 of America, acting through the U.S. Department of Agriculture, Farm Service Agency (Secure)	, is made between the United States ed Party) and (b)
TERRY W POTEET, JUDY P POTEET	
(Debtor), whose mailing address is (c)	

2. **BECAUSE** Debtor is justly indebted to Secured Party as evidenced by one or more certain promissory notes or other instruments, and in the future may incur additional indebtedness to Secured Party which will also be evidenced by one or more promissory notes or other instruments, all of which are called "Note," which has been executed by Debtor, is payable to the order of Secured Party, and authorizes acceleration of the entire indebtedness at the option of Secured Party upon any default by Debtor; and

The Note evidences a loan to Debtor, and Secured Party at any time may assign the Note to any extent authorized by the Consolidated Farm and Rural Development Act or any other Act administered by Secured Party; and

It is the purpose and intent of this Security Agreement to secure prompt payment of the Note and the timely performance of all obligations and covenants contained in this Security Agreement; and

NOW THEREFORE, in consideration of said loans and (1) to secure the prompt payment of all existing and future indebtedness and liabilities of Debtor to Secured Party and of all renewals and extensions of such indebtedness and any additional loans or future advances to Debtor before or after made by Secured Party under the then existing provisions of the Consolidated Farm and Rural Development Act or any other Act administered by Secured Party all with interest; (2) in any event and at all times to secure the prompt payment of all advances and expenditures made by Secured Party, with interest, as described in this Security Agreement; and (3) the timely performance of every covenant and agreement of Debtor contained in this Security Agreement or in any supplementary agreement.

DEBTOR GRANTS to Secured Party a security interest in Debtor's interest in the following described collateral, including the proceeds and products thereof, accessions thereto, future advances and security acquired hereinafter (collateral); provided however the following description of specific items of collateral shall not in any way limit the collateral covered by this Security Agreement and the Secured Party's interest therein (a):

Initial TUP Date 7-17-09

JPP 7-17-09

EXHIBIT E

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(b) All crops, annual and perennial, and other plant or farm products now planted, growing or grown, or harvested or which are planted after this Security Agreement is signed or otherwise become growing or harvested crops or other plant products (1) within the one-year period or any longer period of years permissible under State law, or (2) at any time after this Security Agreement is signed if no fixed maximum period is prescribed by State law, including crops and plant products now planted, to be planted, growing or grown or harvested on the following described real estate:

(1) Farm or Other Real Estate Owner	(2) Approximate Number of Acres	(3) County and State	(4) Approximate Distance and Direction from Named Town or Other Description
Terry and Judy Poteet	193	EDMONSON, KY	5 Miles Southeast of Brownsville
Terry and Judy Poteet	82	EDMONSON, KY	5 Miles Southeast of Brownsville
3923 Terry and Judy Poteet	1	EDMONSON, KY	5 Miles Southeast of Brownsville
2016 Wayne Graham	9	EDMONSON, KY	5 Miles SW of Brownsville
2326 Kerry Browning	22	EDMONSON, KY	5 Miles SW of Brownsville
3476 Becky Wingfield	22	EDMONSON, KY	5 Miles SW of Brownsville
3817 New Grove Limited	325	EDMONSON, KY	5 Miles SW of Brownsville
3827 Benton Cowles	63	EDMONSON, KY	5 Miles SW of Brownsville
9447 James J Hogan	75	WARREN, KY	8 Miles NE of Bowling Green

Including all entitlements, benefits, and payments from all State and Federal farm programs; all crop indemnity payments; all payment intangibles arising from said crops and all general intangibles arising from said crops; and all allotments and quotas existing on or leased and transferred or to be leased and transferred to the above described farms as well as any proceeds derived from the conveyance or lease and transfer by the Debtor to any subsequent party.

Initial 74P Date 74709
-- 17-09

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(c) All farm and other equipment (except small tools and small equipment such as hand tools, power lawn mowers and other items of like type unless described below), and inventory, now owned or hereafter acquired by Debtor, together with all replacements, substitutions, additions, and accessions thereto, including but not limited to the following which are located in the State(s) of (1) Kentucky:

(2) Line No.	(3) Quantity	(4) Kind	(5) Manufacturer	(6) Size and Type	(7) Condition	(8) Year	(9) Serial or Model No.
1	1	Tractor	McCormick	MC100	Good		JJE2021513
2	1	Loader	Quicke	Q940	Good		7126541
3	1	Baler	John Deere	535	Good		E00535X990866
4	1	Mixer Wagon	Jaylor	4425	Good		T-14422756-K
5	1	Tractor	Case IH	MX 120	Good		JKA0109400
6	1	Planter —	United Farm Tools	5000	Good		1237
7	1	Baler	John Deere	241	Fair		
8	1	Trailer	Gooseneck	20'	Good	1994	16GSH6D20RB047266
9	1	Rotary Mower	Woods	9580	Good		824003
10	1	Disc Mower	New Idea	5209	Good		
11	1	Disc	Panorama	24'	Good		
12	1	Mixer	Gehl	125	Good		16010
13	1	Spreader	New Idea	3732	Good		HR20137
14	1	Rake	Vermeer	WRX12	Good	-	1VRV3021563000537
15	1	Wagon	Horst	LP 80	Good		015132
16	1	Utility Vehicle	Kubota	RTV900	Good		31208
17	1	Trailer	Oklahoma	24'	Good		4Y4GF242WC000494
18	1	Tractor	Kubota	M125A	Good		12757
19	1	Loader	Kubota	LA1601S	Good		A0283

⁽¹⁰⁾ Including the following described fixtures which are affixed, or are to be affixed to real estate, as extracted collateral; or timber to be cut, all of which, together with the associated real estate, are more particularly described as follows:

Initial Date 7-17-08

JPP 7-19-09

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(d) All livestock (except livestock and poultry kept primarily for subsistence purposes), fish, bees, birds, furbearing animals, other animals produced or used for commercial purposes, other farm products, and supplies, now owned or hereafter acquired by Debtor, together with all increases, replacements, substitutions, and additions thereto, including but not limited to the following located in the State(s) of (1) Kentucky:

(2) Line No.	(3) Quantity	(4) Kind or Sex	(5) Breed	(6) Color	(7) Weight	(8) Age	(9) Brand or Other Identification
1	34	Cattle - Beef - Breeding Cows - 900 lbs. To be purchased	Mixed	Mixed		3-4	
2	1	Cattle - Beef - Breeding Bulls - 1500 lbs	Hereford	Red and White		3	
3	4	Cattle - Beef - Breeding Bulls - 1400 lbs	Gelbvieh	Black		2-4	
4	145	Cattle - Beef - Breeding Cows - 1100 lbs.	Mixed	Mixed		2-10	

Initial TWP Date 7-17-09
- JPP 7-17-09

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(e) All accounts, deposit accounts, goods, supplies, inventory, supporting obligations, investment property, certificates of title, payment intangibles, and general intangibles, including but not limited to the following:

ALL FEDERAL SUBSIDY ENTITLEMENTS IN WHATEVER FORM AND FROM WHATEVER SOURCE DERIVED, INCLUDING BUT NOT LIMITED TO ALL FSA, CCC, DAIRY TERMINIATION INSURANCE, PIK, COMMODITY CERTIFICATES AND SET-OFF PROCEEDS.

3. DEBTOR WARRANTS, COVENANTS, AND AGREES THAT:

- (a) Debtor is the absolute and exclusive owner of the above-described collateral, and any marks or brands used to describe livestock are the holding brands and carry the title, although the livestock may have other marks or brands, and such collateral is free from all liens, encumbrances, security and other interests except (1) any existing liens, encumbrances, security or other interests in favor of Secured Party which shall remain in full force and effect; (2) any applicable landlord's statutory liens; and (3) other liens, encumbrances, security or other interests previously disclosed to Secured Party in the loan application, farm operating plan or other loan documents. Debtor will defend the collateral against the claims and demands of all other persons.
- (b) Statements contained in Debtor's loan application and related loan documents are true and correct and that Debtor's name, as stated in the loan application and in this Security Agreement, is Debtor's complete legal name; and Debtor will (1) use the loan funds for the purposes for which they were or are advanced; (2) comply with such farm operating plans as may be agreed upon from time to time by Debtor and Secured Party; (3) care for and maintain collateral in a good and husbandlike manner; (4) insure the collateral in such amounts and manner as may be required by Secured Party, and if Debtor fails to do so, Secured Party, at its option, may procure such insurance; (5) permit Secured Party to inspect the collateral at any reasonable time; (6) not abandon the collateral or encumber, conceal, remove, sell or otherwise dispose of it or of any interest in the collateral, or permit others to do so, without the prior written consent of Secured Party; (7) not permit the collateral to be levied upon, injured or destroyed, or its value to be impaired, except by using harvested crops in amounts necessary to care for livestock covered by this Security Agreement; and (8) maintain accurate records of the collateral, furnish Secured Party any requested information related to the collateral and allow Secured Party to inspect and copy all records relating to the collateral.
- (c) Debtor will pay promptly when due all (1) indebtedness evidenced by the Note and any indebtedness to Secured Party secured by this Security Agreement; (2) rents, taxes, insurance premiums, levies, assessments, liens, and other encumbrances, and costs of lien searches and maintenance and other charges now or later attaching to, levied on, or otherwise pertaining to the collateral or this security interest; (3) filing or recording fees for instruments necessary to perfect, continue, service, or terminate this security interest; and (4) fees and other charges now or later required by regulations of the Secured Party.
- (d) Secured Party is authorized to file financing statements describing the collateral, to file amendments to the financing statements and to file continuation statements.
- (e) Debtor will immediately notify Secured Party of any material change in the collateral or in the collateral's location; change in Debtor's name, address, or location; change in any warranty or representation in this Security Agreement; change that may affect this security interest or its perfection; and any event of default.
- (f) Secured Party may at any time pay any other amounts required in this instrument to be paid by Debtor and not paid when due, including any costs and expenses for the preservation or protection of the collateral or this security interest, as advances for the account of Debtor. All such advances shall bear interest at the rate borne by the Note which has the highest interest rate.
- (g) All advances by Secured Party as described in this Security Agreement, with interest, shall be immediately due and payable by Debtor to Secured Party without demand and shall be secured by this Security Agreement. No such advance by Secured Party shall relieve Debtor from breach of the covenant to pay. Any payment made by Debtor may be applied on the Note or any indebtedness to Secured Party secured hereby, in any order Secured Party determines.
- (h) In order to secure or better secure the above-mentioned obligations or indebtedness, Debtor agrees to execute any further documents, including additional security instruments on such real and personal property as Secured Party may require and to take any further actions reasonably requested by Secured Party to evidence or perfect the security interest granted herein or to effectuate the rights granted to Secured Party herein.

Initial \overline{TWP} Date $\overline{7-/7-09}$ $\overline{7-17-09}$ $\overline{7-17-09}$

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4. IT IS FURTHER AGREED THAT:

- (a) Until default, Debtor may retain possession of the collateral.
- (b) **Default** shall exist under this Security Agreement if Debtor fails to perform or discharge any obligation or to pay promptly any indebtedness secured by this Security Agreement or to observe or perform any covenants or agreements in this Security Agreement or in any supplementary agreement contained, or if any of Debtor's representations or warranties herein prove false or misleading, or upon the death or incompetency of the parties named as Debtor, or upon the bankruptcy or insolvency of any one of the parties named as Debtor. Default shall also exist if any loan proceeds are used for a purpose that will contribute to excessive erosion of highly erodible land or to the conversion of wetlands, as described in 7 CFR Part 1940, Subpart G, Exhibit M or any successor regulation. Upon any default:
 - (1) Secured Party, at its option, with or without notice as permitted by law may (a) declare the unpaid balance on the Note and any indebtedness secured by this Security Agreement immediately due and payable; (b) enter upon the premises and cultivate and harvest crops, take possession of, repair, improve, use, and operate the collateral or make equipment usable, for the purpose of protecting or preserving the collateral or this lien, or preparing or processing the collateral for sale, and (c) exercise any sale or other rights accorded by law. Secured Party may disclaim all warranties relating to title, possession, quiet enjoyment, merchantability, fitness or the like in any disposition of the collateral;
 - (2) Debtor (a) agrees to assemble the collateral and make it available to Secured Party at such times and places as designated by Secured Party; and (b) waives all notices, exemptions, compulsory disposition and redemption rights;
 - (3) A default shall exist under any other security instrument held by Secured Party and executed or assumed by Debtor on real or personal property. Likewise, default under such other security instrument shall constitute default under this Security Agreement.
- (c) Proceeds from disposition of collateral shall be applied first on expenses of retaking, holding, preparing for sale, processing, selling and the like and for payment of reasonable attorneys' fees and legal expenses incurred by Secured Party, second to the satisfaction of prior security interests or liens to the extent required by law and in accordance with current regulations of the Secured Party, third to the satisfaction of indebtedness secured by this Security Agreement, fourth to the satisfaction of subordinate security interests to the extent required by law, fifth to any obligations of Debtor owing to Secured Party and sixth to Debtor. Any proceeds collected under insurance policies shall be applied first on advances and expenditures made by Secured Party, with interest, as provided above, second on the debt evidenced by the Note, unless Secured Party consents in writing to their use by Debtor under Secured Party's direction for repair or replacement of the collateral, third on any other obligation of Debtor owing to Secured Party, and any balance shall be paid to Debtor unless otherwise provided in the insurance policies. Debtor will be liable for any deficiency owed to Secured Party after such disposition of proceeds of the collateral and insurance.
- (d) It is the intent of Debtor and Secured Party that to the extent permitted by law and for the purpose of this Security Agreement, no collateral covered by this Security Agreement is or shall become realty or accessioned to other goods.
- (e) Debtor agrees that the Secured Party will not be bound by any present or future State exemption laws. Debtor expressly **WAIVES** the benefit of any such State laws.
- (f) Secured Party may comply with any applicable State or Federal law requirements in connection with the disposition of the collateral and compliance will not be considered to adversely affect the commercial reasonableness of any sale of the collateral.
- (g) This Security Agreement is subject to the present regulations of the Secured Party and to its future regulations not inconsistent with the express provisions of this Security Agreement.
- (h) If any provision of this Security Agreement is held invalid or unenforceable, it shall not affect any other provisions, but this Security Agreement shall be construed as if it had never contained such invalid or unenforceable provision.

Initial TWP Date 7-17-09
- JPP 7-17-09

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- (i) The rights and privileges of Secured Party under this Security Agreement shall accrue to the benefit of its successors and assigns. All covenants, warranties, representations, and agreements of Debtor contained in this Security Agreement are joint and several and shall bind personal representatives, heirs, successors, and assigns.
- (j) If at any time it shall appear to Secured Party that Debtor may be able to obtain a loan from other credit sources, at reasonable rates and terms for loans for similar purposes and periods of time, Debtor will, upon Secured Party's request, apply for and accept such loan in sufficient amount to pay the Note and any indebtedness secured by this Security Agreement. Debtor will be responsible for any application fees or purchase of stock in connection with such loan.
- (k) Failure of the Secured Party to exercise any right, whether once or often, shall not be construed as a waiver of any covenant or condition or of the breach of such covenant or condition. Such failure shall also not affect the exercise of such right without notice upon any subsequent breach of the same or any other covenant or condition.
- (I) SECURED PARTY HAS INFORMED DEBTOR THAT DISPOSAL OF PROPERTY COVERED BY THIS SECURITY AGREEMENT WITHOUT THE CONSENT OF SECURED PARTY, OR MAKING ANY FALSE STATEMENT IN THIS SECURITY AGREEMENT OR ANY OTHER LOAN DOCUMENT, MAY CONSTITUTE A VIOLATION OF FEDERAL CRIMINAL LAW.

5. CERTIFICATION

I certify that the information provided is true, complete and correct to the best of my knowledge and is provided in good faith. (Warning: Section 1001 of Title 18, United States Code, provides for criminal penalties to those who provide false statements. If any information is found to be false or incomplete, such finding may be grounds for denial of the requested action.)

Space provided for additional signatures:

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According to the Paperwork Reduction Act of 1995, an agency may not conduct or sponsor, and a person is not required to respond to, a collection of information unless it displays a valid OMB control number. The valid OMB control number for this information collection is 0560-0238. The time required to complete this information collection is estimated to average 20 minutes per response, including the time for reviewing instructions, searching existing data sources, gathering and maintaining the data needed, and completing and reviewing the collection of information. RETURN THIS COMPLETED FORM TO YOUR COUNTY FSA OFFICE.

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Revised Article 9 UCC Search

UCC Search Results

File amendment to this UCC Return to search form

File number:

2009-2399384-89

Filing date:

7/16/2009 10:08:18 AM

Lapse date:

7/16/2019 10:08:18 AM

Status:

A - Active

ACTIONS

Action	File Date	Status
Continuation	5/6/2014 4:51:57 PM	Active - Filed online Sec party of record - Terry W. Poteet
Amendment - Delete Collateral	12/16/2010 11:53:47 AM	Active - Filed online Sec party of record - USDA, Farm Service Agency
Initial financing Statement	7/16/2009 10:08:18 AM	Active - Filed online

NAMES

Debtor/Secured Party/Filer	Date Added	Address
Debtor Terry W. Poteet	7/16/2009 10:08:18 AM	1509 Beaver Dam Church Rd. Brownsville KY 42210
Debtor Judy P. Poteet	7/16/2009 10:08:18 AM	1509 Beaver Dam Church Rd. Brownsville KY 42210
Secured Party USDA, Farm Service Agency	7/16/2009 10:08:18 AM	925 Lovers Lane Bowling Green KY 42103-7140
Filer USDA, Farm Service Agency	7/16/2009 10:08:18 AM	925 Lovers Lane Bowling Green KY 42103-7140
Filer Bell, Orr, Ayers & Moore	12/16/2010 11:53:47 AM	P.O. Box 738 Bowling Green KY 42102-0738
Filer USDA, Farm Service Agency	5/6/2014 4:51:57 PM	925 Lovers Lane Bowling Green KY 42103-7140

COLLATERAL DESCRIPTION

Date Filed	Collateral Description
12/16/2010 11:53:47 AM	The following equipment is hereby released and/or deleted as collateral hereunder: John Deere 535 Bailer, Serial/Model No.E00535X990866; United Farm Tools 5000 Planter, Serial/Model No. 1237; John Deere 241 Bailer; New Idea 5209 Disc Mower; Gehl 125 Mixer, Serial/Model No. 16010; Kubota M125A Tractor, Serial/Model No. 12757; Kubota LA1601S Loader, Serial/Model No. A0283

EXHIBIT F

7/16/2009 10:08:18 AM

This financing statement covers the following types or items of collateral, including proceeds, and products thereof: all crops, farm equipment and livestock.

IMAGES

Document Type	PDF	Tiff Image File Date	Pages
UCC Filing - Continuation	PDF	5/6/2014 4:51:57 PM	1
UCC Filing - Amendment	PDF	12/16/2010 11:53:47 AM	1

UCC FINANCING STATEMENT AMENDMENT

Name and address of filer:

Bell, Orr, Ayers & Moore P.O. Box 738 Bowling Green, KY 42102-0738

2009-2399384-89.02

Kentucky Secretary of State 12/16/2010 11:53:47 AM File Date

Active Status Fee \$5.00

MIDDLE NAME

This document is a representation of a filing made electronically at the Kentucky Secretary of State's web site

SUFFIX

INITIAL FINANCING STATEMENT FILE # 2009-2399384-89 Type of Amendment Collateral Change - Delete NAME OF SECURED PARTY OF RECORD AUTHORIZING THIS AMENDMENT a. ORGANIZATION'S NAME USDA, Farm Service Agency

FIRST NAME

4. This FINANCING STATEMENT covers the following collateral:

The following equipment is hereby released and/or deleted as collateral hereunder: John Deere 535 Bailer, Serial/Model No.E00535X990866; United Farm Tools 5000 Planter, Serial/Model No. 1237; John Deere 241 Bailer; New Idea 5209 Disc Mower; Gehl 125 Mixer, Serial/Model No. 16010; Kubota M125A Tractor, Serial/ Model No. 12757; Kubota LA1601S Loader, Serial/Model No. A0283

UCC FINANCING STATEMENT AMENDMENT

Name and address of filer:

USDA, Farm Service Agency 925 Lovers Lane Bowling Green, KY 42103-7140

2009-2399384-89.03 Kentucky Secretary of State

File Date 5/6/2014 4:51:57 PM

Status Fee Active \$5.00

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INITIAL FINANCING STATEMENT FILE #	0000 0000004 90		
	2009-2399384-89		
Type of Amendment			
Type of Americanon	Continuation		
NAME OF SECURED PARTY OF RECORD	AUTHORIZING THIS AMENDMENT		
a. ORGANIZATION'S NAME			
b. INDIVIDUAL'S SURNAME	FIRST PERSONAL NAME	ADDITIONAL NAME(S)/INITIAL(S)	SUFFIX
D. HADIAIDONE & SOLVANILE	Terry	W.	1